REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF INTERNAL REVENUE

Quezon City

Secs. 90 (C), 91(B) and 249 of the NIRC, as amended.
BIR Ruling No. 475- 2017
n 347-2018
3-7-2018

ESTATE OF CLARITO M. ESTORCO
1661 Ampalaya St., Napico Manggahan
Pasig City

Attention : **Mr. Clar-Gerund C. Estorco**
Legal Heir

Sir:

This refers to your letter dated July 26, 2017 requesting on behalf of the other heirs of CLARITO M. ESTORCO, an extension of time within which to file the estate tax return and pay the corresponding estate tax.

It is represented that CLARITO M. ESTORCO died on May 7, 2017, in 1661 Ampalaya St., Napico Manggahan, Pasig City, and that your reason for your request of an extension to file the estate tax return and pay estate tax is that you need more time to review for your Medical Technology Board Examination and that you have problems to fix including the documents which your late father has concerns.

In reply thereto, please be informed that Sections 90 (C) and 91 (B) of the Tax Code of 1997, as amended, provide, viz.:

"SEC. 90. Estate Tax Returns. —

xxx xxx xxx

(C) Extension of Time. — The Commissioner shall have authority to grant, in meritorious cases, a reasonable extension not exceeding thirty (30) days for filing the return."

"SEC. 91. Payment of tax. —

xxx xxx xxx

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> (B) Extension of Time. — When the Commissioner finds that the payment on the due date of the estate tax or of any part thereof would impose undue hardship upon the estate or any of the heirs, he may extend the time for payment of such tax or any part thereof not to exceed five (5) years, in case the estate is settled through the courts, or two (2) years in case the estate is settled extrajudicially. In such case, the amount in respect of which the extension is granted shall be paid on or before the date of the expiration of the period of the extension, and the running of the Statute of Limitations for assessment as provided in Section 203 of this Code shall be suspended for the period of any such extension."
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> XXX XXX XXX
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> If an extension is granted, the Commissioner may require the executor, or administrator, or beneficiary, as the case may be, to furnish a bond in such amount, not exceeding double the amount of the tax and with such sureties as the Commissioner deems necessary, conditioned upon the payment of the said tax in accordance with the terms of the extension."

Based on the foregoing justifiable reason, your request for an extension to file the estate tax return for the Estate is hereby granted for a period of thirty (30) days counted from November 7, 2017, which is the last day for filing of the estate tax return of the late CLARITO M. ESTORCO. Thus, the filing of the estate tax return of the decedent is hereby extended up to December 7, 2017. *(BIR Ruling No. 475-17 dated October 12, 2017)*

Further, since you are reviewing for your Medical Technology Board Examination and you have problems to fix including the documents which your late father has concerns, your request for extension is GRANTED, such that the executor/administrator or heirs of CLARITO M. ESTORCO shall pay the estate tax within two (2) years from actual filing of the estate tax return on or before December 7, 2019, whichever comes first, provided that the executor, or administrator, or beneficiary, shall furnish a bond in such amount, not exceeding double the amount of the tax and with such sureties as the Commissioner deems necessary, conditioned upon the payment of the said tax in accordance with the terms of the extension. *(BIR Ruling No. 475-17 dated October 12, 2017)*

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It shall be understood, however, that the estate shall be liable for the corresponding interest that shall have accrued thereon up to the time of payment of the estate tax due on the transmission by the said estate of its properties in favor of the heirs pursuant to Section 249 of the Tax Code of 1997, as amended. *(BIR Ruling No. 475-17 dated October 12, 2017)*

This ruling is being issued on the basis of the foregoing facts as represented. However, if upon investigation, it will be disclosed that the facts are different, then this ruling shall be considered null and void.

Very truly yours,

CAESAR R. DULAY
Commissioner of Internal Revenue

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